

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of: .

PURCHASED WATER ADJUSTMENT OF)
PENDLETON COUNTY WATER DISTRICT) CASE NO. 10468

O R D E R

On November 14, 1988, Pendleton County Water District ("Pendleton") filed its revised tariff with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to KRS 278.015 and 807 KAR 5:068, Purchased Water Adjustment.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

1. Pendleton purchases water from Campbell County Kentucky Water District ("Campbell") and the City of Falmouth ("City").
2. Pursuant to the Commission's Order dated November 21, 1988 in Case No. 10420, Purchased Water Adjustment of Campbell County Kentucky Water District, Campbell increased its rate for water sold to Pendleton from \$.88 to \$1.14 per 1,000 gallons, effective December 1, 1988. There has been no change in the rates charged by the City.
3. Pendleton proposed to increase the rates to its customers effective December 16, 1988.
4. During the 12 months ending August 31, 1988, Pendleton purchased 55,497,710 gallons of water from Campbell and 19,508,000

gallons from the City. Pendleton sold 68,406,750 gallons of water during the same 12-month period.

5. Pendleton's calculations are incorrect in that the changed rate used differs from that granted in Case No. 10420. The correct increase in purchased water costs is \$14,429, resulting in a purchased water adjustment of \$.21 per 1,000 gallons as shown in Appendix B.

6. The purchased water adjustment of \$.21 per 1,000 gallons and the rates in Appendix A are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment and rates proposed by Pendleton are denied.

2. The purchased water adjustment of \$.21 per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after December 16, 1988.

3. Within 30 days of the date of this Order, Pendleton shall file a revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 30th day of November, 1988.

PUBLIC SERVICE COMMISSION

Paul D. Heman, Jr.
Chairman

Robert M. Davis
Vice Chairman

Spure W. Williams
Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 10468 DATED 11/30/88

The following rates and charges are prescribed for the customers in the area served by Pendleton County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

DIVISION I AND DIVISION II

RESIDENTIAL CUSTOMERS

USAGE BLOCKS

MONTHLY RATES

First 2,000 gallons
Next 3,000 gallons
Next 10,000 gallons
Over 15,000 gallons

\$8.89 Minimum
4.12 per 1,000 gallons
4.02 per 1,000 gallons
3.87 per 1,000 gallons

GRIFFIN INDUSTRIES, INC.

First 400,000 gallons
Over 400,000 gallons

\$1,551.40 Minimum
3.87 per 1,000 gallons

PENDLETON COUNTY HIGH SCHOOL

First 125,000 gallons
Over 125,000 gallons

\$487.15 Minimum
3.87 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 10468 DATED 11/30/88

PURCHASED WATER ADJUSTMENT CALCULATIONS

Water Purchased:

Campbell County	55,497,710 gallons
City of Falmouth	19,508,000 gallons
Total	<u>75,005,710</u> gallons

Water Sold:

Campbell County	52,389,440 gallons
City of Falmouth	16,017,310 gallons
Total	<u>68,406,750</u> gallons

Cost at Changed Rate:

Campbell County 55,497.710 m. gals. x \$1.14 = \$63,267.39

Less

Cost at Base Rate:

Campbell County 55,497.710 m. gals. x .88 = \$48,837.98

Increase: \$14,429.41

\$14,429.41 ÷ 68,406.750 m. gals. = \$.2109 or \$.21 per 1,000 gals.